

# FISCAL NOTE

**Bill #:** HB0159

**Title:** Revise unemployment insurance laws

**Primary Sponsor:** McKenney, J

**Status:** As Introduced

Sponsor signature	Date	David Ewer, Budget Director	Date
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## Fiscal Summary

	<b><u>FY 2006</u></b> <b><u>Difference</u></b>	<b><u>FY 2007</u></b> <b><u>Difference</u></b>
<b>Expenditures:</b>		
General Fund	\$0	\$0
Federal Special Revenue	\$17,250	\$0
<b>Revenue:</b>		
General Fund	\$0	\$0
Federal Special Revenue	\$17,250	\$0
<b>Net Impact on General Fund Balance:</b>	\$0	\$0

- |   |  |
|---|--|
| <input type="checkbox"/> Significant Local Gov. Impact    | <input type="checkbox"/> Technical Concerns                      |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts           |
| <input type="checkbox"/> Dedicated Revenue Form Attached  | <input checked="" type="checkbox"/> Needs to be included in HB 2 |

## Fiscal Analysis

### ASSUMPTIONS:

#### **Department of Labor & Industry**

1. HB 159 clarifies unemployment insurance statutes, revises laws relating to the transfer of UI tax functions from Department of Revenue, and clarifies transfers of experience ratings from a predecessor to a successor employer.
2. Section 9 outlines procedures for the substitution, merger, transfer, or acquisition of an employer account and experience rating by a successor employing unit (termed "SUTA dumping").
3. The department estimates implementation of the SUTA dumping computerized detection software to take 150 hours and will cost \$17,250 (\$115 x 150 hours).
4. The U. S. Department of Labor has indicated that it may provide supplemental funds to assist states in implementing the SUTA dumping detection software, but the amount of supplemental funds and the availability date of funds is unknown at this time.
5. SUTA dumping detection functions will be staffed by existing staff.

**Fiscal Note Request HB0159, As Introduced**

(continued)

**FISCAL IMPACT:**

	<u>FY 2006 Difference</u>	<u>FY 2007 Difference</u>
<u>Expenditures:</u>		
Operating Expenses	\$17,250	\$0
<u>Funding of Expenditures:</u>		
Federal Special Revenue (03)	\$17,250	\$0
<u>Revenues:</u>		
Federal Special Revenue (03)	\$17,250	\$0
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>		
Federal Special Revenue (03)	\$0	\$0